

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1630 - HB 1605

February 2, 2018

SUMMARY OF BILL: Authorizes the City of Hornbeak to enforce payment of fees charged for sewer or wastewater utility service through the use of liens.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – The City of Hornbeak could experience a permissive increase in revenue above and beyond the currently due \$20,600. Due to multiple unknown factors the exact amount and timing of such collections cannot be reasonably determined.

Assumptions:

- According to the City of Hornbeak, currently \$20,647 is due in outstanding municipal sewer fees.
- The proposed language would authorize the City of Hornbeak to utilize liens in order to collect outstanding fees from sewer utility usage, if approved by a two-thirds majority of the legislative body.
- It is unknown how many citizens will opt to pay outstanding fees as a direct result of this legislation, the extent of any interest or penalties assessed and collected on such outstanding fees, and the extent of any increase in local expenditures associated with providing notice to property owners prior to filing the lien.
- Due to multiple unknown factors, the precise increase in local revenue or local expenditures to the City of Hornbeak cannot reasonably be determined; however, any fiscal impact is considered permissive.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

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Assumption:

- The proposed language is only applicable to the municipally-owned sewer system within the City of Hornbeak and will not result in any significant impact to commerce or jobs within Tennessee.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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